

ORDINANCE NO. 013-32

AN ORDINANCE AUTHORIZING AN
INTERGOVERNMENTAL
AGREEMENT FOR THE SALE OF
OPEN STANDARDS FARE SYSTEM
CARDS TO THE REGIONAL
TRANSPORTATION AUTHORITY
FOR ITS SPECIAL FARE PROGRAMS

WHEREAS, The Chicago Transit Authority (the "Authority") provides public transportation in the Chicago metropolitan area; and

WHEREAS, The Regional Transportation Authority (the "RTA") provides financial review and oversight of the Authority, the Commuter Rail Division of the Regional Transportation Authority and the Northeast Illinois Regional Commuter Railroad Corporation (collectively "Metra") and the Suburban Bus Division of the Regional Transportation Authority ("Pace"); and

WHEREAS, The RTA and the Authority are authorized to enter into intergovernmental agreements under the provisions of the Intergovernmental Cooperation Act, 5 ILCS 220/1 *et seq.*; and

WHEREAS, The RTA administers special fare programs that allow participants to pay reduced fares or ride at no cost on the Authority, Metra, and Pace transit services; and

WHEREAS, The RTA and the Authority desire to make the Open Standards Fare System ("OSFS") fare media card available to participants in the special fare programs administered by the RTA; and

WHEREAS, The parties agree that transit customers in the region are best served by issuing the OSFS fare media cards to all participants who have applied for and have been determined by the RTA to be eligible for the special fare programs administered by the RTA; and

WHEREAS, The RTA and the Authority have agreed to a five (5) year term for the agreement; and

WHEREAS, The Authority through the OSFS Vendor agrees to produce and provide the OSFS fare media cards to the RTA for the participants in its special programs and the RTA agrees to reimburse the Authority for each OSFS card in the amount of One Dollar and seventy-two cents (\$1.72); and

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WHEREAS, Beginning in 2014, the Authority retains the option to increase the cost of the OSFS Card once per calendar year upon formal written notification from the Authority to the RTA; said increases shall be identical to any documented cost increases imposed upon the Authority by the OSFS Vendor; and the increases shall be made only with supporting cost documentation from the OSFS Vendor being tendered to the RTA by the Authority in conjunction with the formal written notification of the proposed cost increase; and

WHEREAS, The OSFS fare media card shall be the accepted form of fare payment for all participants in the RTA special fare programs on the transit systems of the Authority, Pace and Metra; and

WHEREAS, The Authority and the RTA will indemnify each other for claims arising out of the agreement; and

WHEREAS, The Agreement can be canceled by either party upon ninety (90) days prior notice; now, therefore:

BE IT ORDAINED BY THE CHICAGO TRANSIT BOARD
OF THE CHICAGO TRANSIT AUTHORITY:

SECTION 1. That the Chairman, or his designee, is hereby authorized to enter into an intergovernmental agreement ("IGA") with the Regional Transportation Authority ("RTA") through which the Authority will provide Open Standard Fare System ("OSFS") fare media cards to the RTA, which RTA will distribute to participants in the RTA administered special fares programs.

SECTION 2. The IGA provides that the RTA will reimburse the Authority for each of the OSFS fare media cards provided to the RTA; includes mutual indemnification; can be canceled by either party upon ninety (90) days prior notice; and includes such other terms and conditions as are substantially in conformance with Exhibit A, attached hereto.

SECTION 3. This ordinance shall be in full force and effect from and after its passage.

APPROVED:

PASSED:

Chairman

Assistant Secretary

March 13, 2013

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